GOVERNMENT OF INDIA
FINANCE AND COMPANY AFFAIRS
LOK SABHA

UNSTARRED QUESTION NO:1757
ANSWERED ON:29.11.2002
DIVERSION OF FUNDS BY COMPANIES
RAMDAS ATHAWALE

Will the Minister of FINANCE AND COMPANY AFFAIRS be pleased to state:

(a) whether inspection reports of Department of Company Affairs has taken note of diversion of about 300 crores rupees by various group of companies;

(b) if so, the details thereof;

(c) whether the Department of Company Affairs has imposed a penalty of Rs.58000/- on these companies to closethe matter so investigated despite the fact that the money of about 300 crores had not been brought back; and

(d) if so, the rationale behind imposing a small penalty against 300 crores involved in the affair?

Answer

MINISTER OF FINANCE & COMPANY AFFAIRS (SHRI JASWANT SINGH)

(a) & (b) No, Sir. As the Department does not maintain any cumulative figure of `diversion of funds`, there are no details to provide.

(c) & (d) Does not arise.